



QUARTERLY STATEMENT
AS OF JUNE 30, 2016
OF THE CONDITION AND AFFAIRS OF THE
HAP Midwest Health Plan, Inc.

NAIC Group Code	1311 (Current Period)	1311 (Prior Period)	NAIC Company Code	95814	Employer's ID Number	38-3123777
Organized under the Laws of	Michigan		State of Domicile or Port of Entry	Michigan		
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health[] Dental Service Corporation[] Other[]		Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[] No[X] N/A[]		Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[X]	
Incorporated/Organized	01/01/1994		Commenced Business	01/01/1994		
Statutory Home Office	2850 West Grand Blvd (Street and Number)		Detroit, MI, 48202 (City or Town, State, Country and Zip Code)			
Main Administrative Office			2850 West Grand Blvd (Street and Number)			
	Detroit, MI, 48202 (City or Town, State, Country and Zip Code)		(888)654-2200 (Area Code) (Telephone Number)			
Mail Address	PO Box 2578 (Street and Number or P.O. Box)		Detroit, MI, 48202 (City or Town, State, Country and Zip Code)			
Primary Location of Books and Records			2850 West Grand Blvd (Street and Number)			
	Detroit, MI, 48202 (City or Town, State, Country and Zip Code)		(888)654-2200 (Area Code) (Telephone Number)			
Internet Web Site Address	www.Hap.org/midwest					
Statutory Statement Contact	Diannna L. Ronan, CPA (Name)		(248)443-1093 (Area Code)(Telephone Number)(Extension)			
	dronan@hap.org (E-Mail Address)		(248)443-8610 (Fax Number)			

OFFICERS

Name	Title
Mary Ann Tournoux	Interim President
Wright Lassiter III	Chairman
Dan Champney	Secretary
Todd Hutchison	Treasurer

OTHERS

Mark H. Tucker MD

DIRECTORS OR TRUSTEES

Wright Lassiter III
Dan Champney

Mary Ann Tournoux
Todd Hutchison

State of Michigan
County of Wayne ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature) Mary Ann Tournoux (Printed Name) 1. Interim President (Title)	(Signature) Dan Champney (Printed Name) 2. Secretary (Title)	(Signature) Todd Hutchison (Printed Name) 3. Treasurer (Title)
Subscribed and sworn to before me this day of , 2016	a. Is this an original filing? b. If no, 1. State the amendment number 2. Date filed 3. Number of pages attached	Yes[X] No[]
(Notary Public Signature)		

ASSETS

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1.	Bonds	1,024,810		1,024,810	36,132,587
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks				
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company (less \$.....0 encumbrances)				
4.2	Properties held for the production of income (less \$.....0 encumbrances)				
4.3	Properties held for sale (less \$.....0 encumbrances)				
5.	Cash (\$.....5,754,483), cash equivalents (\$.....0) and short-term investments (\$.....100,462,531)	106,217,014		106,217,014	126,422,230
6.	Contract loans (including \$.....0 premium notes)				
7.	Derivatives				
8.	Other invested assets				
9.	Receivables for securities	3,262		3,262	
10.	Securities lending reinvested collateral assets				
11.	Aggregate write-ins for invested assets				
12.	Subtotals, cash and invested assets (Lines 1 to 11)	107,245,087		107,245,087	162,554,816
13.	Title plants less \$.....0 charged off (for Title insurers only)				
14.	Investment income due and accrued	20,814		20,814	217,783
15.	Premiums and considerations:				
15.1	Uncollected premiums and agents' balances in the course of collection				590,986
15.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3	Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0)				
16.	Reinsurance:				
16.1	Amounts recoverable from reinsurers	351,577		351,577	1,212,301
16.2	Funds held by or deposited with reinsured companies				
16.3	Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans	4,049,751		4,049,751	3,042,000
18.1	Current federal and foreign income tax recoverable and interest thereon				1,160,014
18.2	Net deferred tax asset	2,776,615	557,810	2,218,805	2,899,605
19.	Guaranty funds receivable or on deposit				
20.	Electronic data processing equipment and software	458,798	458,798		
21.	Furniture and equipment, including health care delivery assets (\$.....0)				
22.	Net adjustments in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates				
24.	Health care (\$.....1,927,045) and other amounts receivable	5,137,079		5,137,079	8,947,788
25.	Aggregate write-ins for other-than-invested assets	1,223,247	1,223,247		0
26.	TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	121,262,967	2,239,856	119,023,111	180,625,294
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	TOTAL (Lines 26 and 27)	121,262,967	2,239,856	119,023,111	180,625,294
DETAILS OF WRITE-INS					
1101.	.....			
1102.	.....			
1103.	.....			
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501.	Prepaid Assets	1,223,247	1,223,247		0
2502.	.....			
2503.	.....			
2598.	Summary of remaining write-ins for Line 25 from overflow page				
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,223,247	1,223,247		0

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less \$.....0 reinsurance ceded)	24,469,845		24,469,845	74,415,625
2.	Accrued medical incentive pool and bonus amounts	2,857,534		2,857,534	2,615,681
3.	Unpaid claims adjustment expenses	941,278		941,278	1,863,283
4.	Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act				
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance	2,411,514		2,411,514	6,950,330
9.	General expenses due or accrued	1,532,558		1,532,558	4,049,755
10.1	Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses))	5,127,515		5,127,515	
10.2	Net deferred tax liability				
11.	Ceded reinsurance premiums payable				
12.	Amounts withheld or retained for the account of others				
13.	Remittances and items not allocated				
14.	Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)				
15.	Amounts due to parent, subsidiaries and affiliates	30,269,744		30,269,744	1,075,253
16.	Derivatives				
17.	Payable for securities				527,592
18.	Payable for securities lending				
19.	Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers)				
20.	Reinsurance in unauthorized and certified (\$.....0) companies				
21.	Net adjustments in assets and liabilities due to foreign exchange rates				
22.	Liability for amounts held under uninsured plans				
23.	Aggregate write-ins for other liabilities (including \$.....0 current)	2,551,315		2,551,315	31,765,207
24.	Total liabilities (Lines 1 to 23)	70,161,302		70,161,302	123,262,725
25.	Aggregate write-ins for special surplus funds	X X X	X X X		
26.	Common capital stock	X X X	X X X		186,230
27.	Preferred capital stock	X X X	X X X		
28.	Gross paid in and contributed surplus	X X X	X X X	220,000	33,770
29.	Surplus notes	X X X	X X X		
30.	Aggregate write-ins for other-than-special surplus funds	X X X	X X X		
31.	Unassigned funds (surplus)	X X X	X X X	48,641,809	57,142,569
32.	Less treasury stock, at cost:				
32.1	.....0 shares common (value included in Line 26 \$.....0)	X X X	X X X		
32.2	.....0 shares preferred (value included in Line 27 \$.....0)	X X X	X X X		
33.	Total capital and surplus (Lines 25 to 31 minus Line 32)	X X X	X X X	48,861,809	57,362,569
34.	Total Liabilities, capital and surplus (Lines 24 and 33)	X X X	X X X	119,023,112	180,625,294
DETAILS OF WRITE-INS					
2301.	Liability - State Tax Refunds	2,551,315		2,551,315	4,468,882
2302.	Unearned Proceeds from Membership Transfer				27,296,325
2303.	.....			
2398.	Summary of remaining write-ins for Line 23 from overflow page				
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	2,551,315		2,551,315	31,765,207
2501.	.....	X X X	X X X		
2502.	.....	X X X	X X X		
2503.	.....	X X X	X X X		
2598.	Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	X X X	X X X		
3001.	.....	X X X	X X X		
3002.	.....	X X X	X X X		
3003.	.....	X X X	X X X		
3098.	Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
1.	Member Months	X X X	47,507	592,022	1,170,468
2.	Net premium income (including \$.....0 non-health premium income)	X X X	58,231,013	238,974,067	502,842,558
3.	Change in unearned premium reserves and reserves for rate credits	X X X			
4.	Fee-for-service (net of \$.....0 medical expenses)	X X X			
5.	Risk revenue	X X X			
6.	Aggregate write-ins for other health care related revenues	X X X	(6,933)	(198,376)	(923,926)
7.	Aggregate write-ins for other non-health revenues	X X X			
8.	Total revenues (Lines 2 to 7)	X X X	58,224,080	238,775,690	501,918,633
Hospital and Medical:					
9.	Hospital/medical benefits		19,064,475	121,159,931	257,456,660
10.	Other professional services		19,124,347	17,094,471	51,132,953
11.	Outside referrals		1,142,253	2,408,856	6,365,342
12.	Emergency room and out-of-area		2,846,461	13,076,548	27,680,144
13.	Prescription drugs		4,785,253	27,436,144	57,441,113
14.	Aggregate write-ins for other hospital and medical				
15.	Incentive pool, withhold adjustments and bonus amounts		459,953	1,411,000	4,944,855
16.	Subtotal (Lines 9 to 15)		47,422,742	182,586,950	405,021,067
Less:					
17.	Net reinsurance recoveries		596,217	408,614	1,250,564
18.	Total hospital and medical (Lines 16 minus 17)		46,826,526	182,178,337	403,770,503
19.	Non-health claims (net)				
20.	Claims adjustment expenses, including \$.....0 cost containment expenses		2,174,808	2,892,156	6,077,398
21.	General administrative expenses		6,871,825	31,246,286	49,048,806
22.	Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)				
23.	Total underwriting deductions (Lines 18 through 22)		55,873,158	216,316,779	458,896,706
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	2,350,922	22,458,912	43,021,926
25.	Net investment income earned		553,484	222,268	452,138
26.	Net realized capital gains (losses) less capital gains tax of \$.....0		301,717	(1,603)	(43,728)
27.	Net investment gains or (losses) (Lines 25 plus 26)		855,201	220,665	408,409
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)]				
29.	Aggregate write-ins for other income or expenses		30,507,300		
30.	Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	33,713,422	22,679,577	43,430,336
31.	Federal and foreign income taxes incurred	X X X	11,287,529	10,444,643	15,946,981
32.	Net income (loss) (Lines 30 minus 31)	X X X	22,425,894	12,234,934	27,483,354
DETAILS OF WRITE-INS					
0601.	Revenue-Other	X X X		245,573	
0602.	Management Fee Income	X X X		114,833	172,249
0603.	Child & Adolescent Health Center Fee	X X X	(6,933)	(558,782)	(1,096,174)
0698.	Summary of remaining write-ins for Line 6 from overflow page	X X X			
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X	(6,933)	(198,376)	(923,926)
0701.	.....	X X X			
0702.	.....	X X X			
0703.	.....	X X X			
0798.	Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X			
1401.	.....			
1402.	.....			
1403.	.....			
1498.	Summary of remaining write-ins for Line 14 from overflow page				
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)				
2901.	Membership transfer gain		30,507,300		
2902.	.....			
2903.	.....			
2998.	Summary of remaining write-ins for Line 29 from overflow page				
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		30,507,300		

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT				
33.	Capital and surplus prior reporting year	57,362,569	39,760,659	39,760,659
34.	Net income or (loss) from Line 32	22,425,894	12,234,934	27,483,354
35.	Change in valuation basis of aggregate policy and claim reserves			
36.	Change in net unrealized capital gains (losses) less capital gains tax of \$.....0			
37.	Change in net unrealized foreign exchange capital gain or (loss)			
38.	Change in net deferred income tax	(680,800)	(1,024,727)	850,000
39.	Change in nonadmitted assets	(245,854)	(426,233)	(164,431)
40.	Change in unauthorized and certified reinsurance			
41.	Change in treasury stock			
42.	Change in surplus notes			
43.	Cumulative effect of changes in accounting principles			
44.	Capital Changes:			
44.1	Paid in			
44.2	Transferred from surplus (Stock Dividend)			
44.3	Transferred to surplus	(186,230)		
45.	Surplus adjustments:			
45.1	Paid in	186,230		
45.2	Transferred to capital (Stock Dividend)			
45.3	Transferred from capital			
46.	Dividends to stockholders	(30,000,000)		(10,000,000)
47.	Aggregate write-ins for gains or (losses) in surplus		(559,189)	(567,014)
48.	Net change in capital and surplus (Lines 34 to 47)	(8,500,760)	10,224,786	17,601,910
49.	Capital and surplus end of reporting period (Line 33 plus 48)	48,861,809	49,985,444	57,362,569
DETAILS OF WRITE-INS				
4701.	Correction of Immaterial Error - State Tax		(902,094)	(902,094)
4702.	Correction of Immaterial Error - Tax		342,905	335,081
4703.	.....		
4798.	Summary of remaining write-ins for Line 47 from overflow page			
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)		(559,189)	(567,014)

CASH FLOW

		1	2	3
		Current	Prior	Prior
		Year	Year	Year Ended
		To Date	To Date	December 31
Cash from Operations				
1.	Premiums collected net of reinsurance	54,283,183	238,789,925	509,406,513
2.	Net investment income	938,804	196,677	695,155
3.	Miscellaneous income	(6,933)	(198,376)	(923,919)
4.	TOTAL (Lines 1 to 3)	55,215,054	238,788,226	509,177,750
5.	Benefit and loss related payments	95,669,729	179,167,241	379,083,944
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	(17,122,038)	24,308,371	56,142,177
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	5,000,000	8,053,144	16,795,327
10.	TOTAL (Lines 5 through 9)	83,547,691	211,528,756	452,021,448
11.	Net cash from operations (Line 4 minus Line 10)	(28,332,637)	27,259,469	57,156,301
Cash from Investments				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds	48,179,710	17,745,661	28,524,835
12.2	Stocks			
12.3	Mortgage loans			
12.4	Real estate			
12.5	Other invested assets			
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7	Miscellaneous proceeds		510,827	527,718
12.8	TOTAL investment proceeds (Lines 12.1 to 12.7)	48,179,710	18,256,488	29,052,553
13.	Cost of investments acquired (long-term only):			
13.1	Bonds	12,958,567	38,565,371	49,156,377
13.2	Stocks			
13.3	Mortgage loans			
13.4	Real estate			
13.5	Other invested assets			
13.6	Miscellaneous applications	530,854		0
13.7	TOTAL investments acquired (Lines 13.1 to 13.6)	13,489,421	38,565,371	49,156,378
14.	Net increase (or decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	34,690,289	(20,308,883)	(20,103,825)
Cash from Financing and Miscellaneous Sources				
16.	Cash provided (applied):			
16.1	Surplus notes, capital notes			
16.2	Capital and paid in surplus, less treasury stock			
16.3	Borrowed funds			
16.4	Net deposits on deposit-type contracts and other insurance liabilities			
16.5	Dividends to stockholders	30,000,000		10,000,000
16.6	Other cash provided (applied)	3,437,133	(7,989,040)	25,616,917
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(26,562,867)	(7,989,040)	15,616,917
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS				
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(20,205,216)	(1,038,453)	52,669,394
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year	126,422,230	73,752,836	73,752,836
19.2	End of period (Line 18 plus Line 19.1)	106,217,014	72,714,383	126,422,230

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001				
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EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	94,119	1,804						6,844	85,471	
2. First Quarter	7,968							6,220	1,748	
3. Second Quarter	8,733							6,831	1,902	
4. Third Quarter										
5. Current Year										
6. Current Year Member Months	47,507							37,814	9,693	
Total Member Ambulatory Encounters for Period:										
7. Physician	76,324							44,813	31,511	
8. Non-Physician	70,355							40,358	29,997	
9. Total	146,679							85,171	61,508	
10. Hospital Patient Days Incurred	8,744							5,850	2,894	
11. Number of Inpatient Admissions	1,388							1,013	375	
12. Health Premiums Written (a)	58,679,840							41,255,080	17,424,760	
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	58,679,840							41,255,080	17,424,760	
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	95,737,298							40,563,802	55,173,496	
18. Amount Incurred for Provision of Health Care Services	47,422,742							38,633,794	8,788,948	

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....41,255,080.

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims						
1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
Claims unpaid (Reported)						
HRA/GME/SNAF	34,000	32,000	29,000	68,000	1,235,390	1,398,390
Pharmacy Benefit Manager	(79,748)					(79,748)
PCP-IPP Enhanced Payment					332,844	332,844
0199999 Individually Listed Claims Unpaid	(45,748)	32,000	29,000	68,000	1,568,234	1,651,486
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered						
0499999 Subtotals	(45,748)	32,000	29,000	68,000	1,568,234	1,651,486
0599999 Unreported claims and other claim reserves						22,818,359
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						24,469,845
0899999 Accrued Medical Incentive Pool And Bonus Amounts						2,857,534

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business		Claims Paid Year to Date		Liability End of Current Quarter		5	6
		1	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
		On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec 31 of Prior Year	On Claims Incurred During the Year		
1.	Comprehensive (hospital & medical)	112,369		315,289		427,658	427,658
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan						
6.	Title XVIII - Medicare	15,005,891	25,557,911	1,400,000	11,105,666	16,405,891	15,263,837
7.	Title XIX - Medicaid	46,483,176	8,577,952	2,400,000	9,248,889	48,883,176	58,724,130
8.	Other health						
9.	Health subtotal (Lines 1 to 8)	61,601,435	34,135,863	4,115,289	20,354,556	65,716,724	74,415,625
10.	Healthcare receivables (a)		(575,055)				
11.	Other non-health						
12.	Medical incentive pools and bonus amounts	177,060	41,040	2,542,653	314,881	2,719,713	2,615,681
13.	Totals (Lines 9 - 10 + 11 + 12)	61,778,495	34,751,958	6,657,942	20,669,437	68,436,437	77,031,306

(a) Excludes \$.00 loans or advances to providers not yet expensed.

Notes to Financial Statement

The interim financial information presented below has been prepared under the assumption that users of such interim financial information have either read or have access to the annual statement of HAP Midwest Health Plan, Inc. (the “Company”) for the fiscal year ended December 31, 2015. Accordingly, footnote disclosures that would substantially duplicate the disclosures contained in the December 31, 2015 annual statement or audited financial statements have been omitted.

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of HAP Midwest Health Plan, Inc. (Plan) have been prepared in accordance with the *NAIC Accounting Practices and Procedures Manual (NAPPM)* and the NAIC Annual Statement Instructions (NASI) to the extent that these accounting practices, procedures and reporting standards are not modified by accounting practices prescribed or permitted by the State of Michigan Department of Insurance and Financial Services (DIFS).

DIFS recognizes only statutory accounting practices prescribed or permitted by the State of Michigan for determining the financial condition and results of operation of an insurance company. The *NAPPM* has been adopted as a component of prescribed or permitted practices by DIFS.

A reconciliation of the Plan’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Michigan is shown below:

NET INCOME	State of Domicile	2016	2015
(1) Plan State Basis (Page 4, Line 32, Columns 2 & 3)	Michigan	\$22,425,894	\$12,234,934
(2) State Prescribed Practices that increase/(decrease) NAIC SAP: NONE	Michigan		
(3) State Permitted Practices that increase/(decrease) NAIC SAP: NONE	Michigan		
(4) NAIC SAP (1-2-3=4)	Michigan	<u>\$22,425,894</u>	<u>\$12,234,934</u>
SURPLUS			
(5) Plan State Basis (Page 3, Line 33, Columns 3&4)	Michigan	\$48,861,809	\$57,362,569
(6) State Prescribed Practices that increase/(decrease) NAIC SAP: NONE	Michigan		
(7) State Permitted Practices that increase/(decrease) NAIC SAP: NONE	Michigan		
(8) NAIC SAP (5-6-7=8)	Michigan	<u>\$48,861,809</u>	<u>\$57,362,569</u>

Financial statements prepared on the statutory basis vary in some respects from those prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), and in some cases, those differences may be material. The significant accounting principles, as outlined above, were followed in the preparation of the statutory basis financial statements. Had the financial statements been prepared in accordance with the accounting principles generally accepted in the United States of America, the following differences would have been noted:

- Certain assets are “non-admitted” and are charged against surplus, such as prepaid expenses, electronic data processing equipment and software, furniture and deferred tax assets.
- Purchase Price Accounting (Goodwill and Other Intangibles) Assets, amortization and associated Deferred Taxes are recorded on the acquired company’s GAAP financial statements. Our parent corporation, HAP, has accounted for its investment in the Plan in accordance with Statement of Statutory Accounting Principles (SSAP) No 68, *Business Combinations and Goodwill*.
- Deferred income taxes are admitted in accordance with Statement of Statutory Accounting Principle (SSAP) No. 101, *Income Taxes*, a Replacement of SSAP No. 10R and SSAP No. 10 effective January 1, 2012. Changes in deferred income taxes are credited or charged directly to unassigned surplus as opposed to income tax expense.
- The classification of items included in the Statements of Cash Flows - statutory basis differs from GAAP.
- The disclosures required by the statutory basis differ from GAAP.

B. Use of Estimates - No significant change

C. Accounting Policy

The Plan operates under a capitated Medicaid contract with the Michigan Department of Community Health (MDCH). In addition, the Plan has a contract with the Centers for Medicare and Medicaid Services (CMS) for Medicare beneficiaries. For 2016 and 2015, these contracts provided the majority of the Plan’s operating revenues. Revenue is recognized during the month in which coverage for enrolled members is in effect. Amounts receivable or payable as a result of the contract reconciliation process are recorded in the year known or a reasonable estimate is determinable. For certain Medicaid premiums, amounts may be returned to the state if certain minimum amounts are not spent on defined medical care costs, or the Company may receive additional premiums if amounts spent on medical care costs exceed a defined maximum threshold.

1. Short-term investments – No significant change
2. Bonds – No significant change

Notes to Financial Statement

- 3. Common Stocks – Not applicable
- 4. Preferred Stocks – Not applicable
- 5. Mortgage Loans – Not applicable
- 6. Loan-backed securities- Loan-backed securities are stated at amortized cost or the lower of amortized cost or fair value based on the NAIC designation of the underlying security. The retrospective method is used to value all securities. Amortized cost is determined utilizing the scientific interest method.
- 7. Investments in Subsidiaries, controlled and affiliated companies – Not applicable
- 8. Investments in Joint Ventures, partnerships and limited liability companies – Not applicable
- 9. Derivatives – Not applicable
- 10. The Company was not required to record a premium deficiency reserve at December 31, 2015.
- 11. The Plan’s method of estimating liabilities for unpaid medical claims – No significant change
- 12. Capitalization policy – No modification of capitalization policy
- 13. Pharmaceutical/Rebates Receivable – No significant change

2. Accounting Change and Correction of Errors

Not applicable

3. Business Combination and Goodwill

- A. Statutory Purchase Method- Not applicable
- B. Statutory Merger- Not applicable
- C. Assumption Reinsurance- Not applicable
- D. Impairment Loss- Not applicable

4. Discontinued Operations

Not applicable

5. Investments

- A. Mortgage Loans – Not applicable
- B. Debt Restructuring – Not applicable
- C. Reverse Mortgages – Not applicable
- D. Loan-Backed Securities–

(1) Prepayment assumptions for loan-backed and asset backed securities are obtained from broker dealer survey values.

(2) – (3) Securities with a recognized other-than-temporary-impairment (OTTI): The Plan has not recognized any OTTI.

(4) Securities for which an OTTI has not been recognized in earnings as a realized loss:

- a. The aggregate amount of unrealized losses:
 - 1. Less than 12 months - None
 - 2. 12 months or longer - None
- b. The aggregate related fair value of securities with unrealized losses:
 - 1. Less than 12 months - None
 - 2. 12 months or longer - None

(5) In considering whether an investment is other-than-temporarily-impaired, management considers its ability and intent to hold the investment, the severity of the decline in fair value and the duration of the impairment, among other factors. Management has determined that it has the ability and intent to hold indefinitely its investment in loan-backed securities and that the severity and duration of any impairment are insufficient to indicate an OTTI.

- E. Repurchase Agreements – Not applicable
 - 3. Not applicable
 - b. Not applicable

F. Real Estate – Not applicable

G. Investment in Low-Income Housing Tax Credits – Not applicable

H. Restricted Assets- No significant change

I. Working Capital Finance Investments- Not applicable

Notes to Financial Statement

- 1. Not applicable
- 2. Not applicable
- 3. Not applicable

J. Offsetting and Netting of Assets and Liabilities- Not applicable

K. Structured Notes- Not applicable

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Plan has no investments in Joint Ventures, Partnerships, or limited Liability Companies that exceed 10% of its admitted assets
- B. The Plan did not recognize any impairment write down for investments in Joint Ventures, Partnerships and, Limited Liability Companies during the Statement Periods.

7. Investment Income

Not applicable

8. Derivative Instruments

Not applicable

9. Income Taxes

No change in methodology.
\$11,287,529 is the estimated Federal Income Tax for the six months ended June 30, 2016.

10. Information Concerning Parent, Subsidiaries and Affiliates

No significant change

11. Debt

- A. Not applicable
- B. Not applicable

12. Employee Benefit Plan

- A. Defined Benefit Plan
4. Not applicable
- B. Investment Policies and Strategies – Not applicable
- C. Fair Value of Each Class of Plan Assets – Not applicable
- D. Basis to determine the overall expected long-term rate of return on assets assumptions – Not applicable
- E. Defined Contribution Plan – No significant change
- F. Multiemployer Plans – Not applicable
- G. Consolidated/Holding Company Plans– Not applicable
- H. Post-employment Benefits and Compensated Absences – Not applicable
- I. Impact of Medicare Modernization Act on Postretirement Benefits – Not applicable

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

- 1. Capital stock – No significant change
- 2. Preferred stock – Not applicable
- 3. Dividend Restrictions - No significant change
- 4. Dates and amounts of dividends paid – The Plan declared and accrued a \$30,000,000 dividend payable as of June 30, 2016. The Plan and Its parent company, HAP, requested and received approval from The State of Michigan, DIFS, for the \$30,000,000 dividend, \$17,483,354 as ordinary and \$12,516,646 as extraordinary, that was paid in July 2016.
- 5. Dividend Restrictions Based on Profits - No significant change
- 6. Restrictions on Unassigned Funds (Surplus) – Not applicable
- 7. Advances to Surplus not Repaid – Not applicable.
- 8. Stock held for Special Purposes – Not applicable.
- 9. Changes in special Surplus funds – Not applicable
- 10. There are no cumulative unrealized gains and losses that reduce Unassigned funds (Surplus)

Notes to Financial Statement

- 11. Surplus Notes – Not applicable
- 12. Impact of a Restatement Due to a Quasi-reorganization – Not applicable
- 13. The Effective Date(s) of a Quasi-Reorganization for the Prior Ten Years – Not applicable

14. Commitments and Contingencies

- A. Contingent Commitments - Not applicable
- B. Guaranty fund and other assessments - Not applicable
- C. Gain Contingencies - Not applicable
- D. Claims Related Extra Contractual Obligation and Bad, Faith Losses Stemming from Lawsuits - Not applicable
- E. All Other Contingencies - Not applicable
- F. All Other Contingencies- Not applicable

15. Leases

- A. Lessee Operating Lease
 - 1 A general description of the lessee’s leasing arrangements – No significant change
 - 2 Leases having initial or remaining noncancelable lease terms in excess of one year – No significant change
 - 3 For sale-leaseback transactions – Not applicable
- B. Lessor Leases – Not applicable
- C. Leveraged Leases – Not applicable

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk.

Not applicable

17. Sales, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities

- A. Transfers of Receivables Reported as Sales- Not applicable
- B. Transfer and Servicing of Financial Assets
 - 1. Not applicable
 - 2. Not applicable
 - a. Not applicable
 - b. Not applicable
 - c. Not applicable
 - 3. Not applicable
 - 4. Not applicable
 - a. Not applicable
 - b. Not applicable
- C. Wash Sales- Not applicable

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans.

- A. ASO Plans – Not applicable
- B. ASC Plans – Not applicable
- C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract –
 - 1. Major components of revenue by payor – Not applicable
 - 2. Receivables from payors with account balances the greater of 10% of amounts receivable relating to uninsured accident and health plans of \$10,000 – Not applicable
 - 3. Recorded allowances and reserves for adjustment of recorded revenues – No significant change
 - 4. Adjustments to revenue resulting from audit of receivables related to revenues recorded in the prior period – Not applicable

19. Direct Premium Written/Produced by Managing General Third Agents/Third Party Administrators

No significant change

Notes to Financial Statement

20. Fair Value Measurements

A.

(1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at Fair Value				
Perpetual Preferred stock				
Industrial and Misc.	\$ 0	\$0	\$0	\$ 0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Perpetual Preferred Stocks	\$ 0	\$0	\$0	\$ 0
Bonds				
U.S. Governments	\$ 0	\$0	\$0	\$0
U.S. State	\$ 0	0	\$0	0
Industrial and Misc	99,854,890	0	0	99,854,890
Hybrid Securities	0	0	0	0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Bonds	\$99,854,890	\$0	\$0	\$99,854,890
Common Stock				
Industrial and Misc	\$ 0	\$0	\$0	\$ 0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Common Stocks	\$ 0	\$0	\$0	\$ 0
Derivative assets				
Interest rate contracts	\$ 0	\$0	\$0	\$ 0
Foreign exchange contracts	0	0	0	0
Credit contracts	0	0	0	0
Commodity futures contracts	0	0	0	0
Commodity forward contracts	0	0	0	0
Total Derivatives	\$ 0	\$0	\$0	\$ 0
Separate account assets				
Total assets at fair value	\$ 0	\$0	\$0	\$ 0
	\$99,854,890	\$0	\$0	\$99,854,890
b. Liabilities at fair value				
Derivative liabilities	\$ 0	\$0	\$0	\$ 0
Total Liabilities at Fair Value				
	\$0	\$0	\$0	\$0

Footnote:

(a) No transfers from Level 1 to Level 2.

(2) The Plan has no fair value measurements categorized within Level 3 of the fair value hierarchy.

(3) The Plan had no transfers between levels.

(4) The fair value measurements categorized within Level 2 of the fair value hierarchy reported by the Corporation are obtained primarily from independent pricing services and broker dealer quotes. Mortgage backed securities are submitted to the NAIC's Securities Valuation Office for valuation.

(5) Derivative assets and liabilities: Not applicable

B. Fair value information and information about other similar measurements disclosed under other accounting pronouncements combined with disclosures under SSAP No. 100, Fair Value Measurements – Not applicable

Notes to Financial Statement

C. Aggregate fair values of all financial instruments and applicable levels within the fair value hierarchy

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets/ Liabilities	(Level 1)	(Level 2)	(Level 3)	Not Practicable Carrying Value
Bonds	101,488,249	101,487,342	99,854,900	1,632,442		
Common Stock						
Derivative Assets						
Derivative Liabilities						

D. Financial instruments or classes of financial instruments for which fair value measurements are not determinable – Not applicable

21. Other Items

A. Unusual or Infrequent Items

On January 1, 2016, HAP MHP completed the transfer of Medicaid members for regions 9 and 10 to Molina Healthcare of Michigan. HAP MHP has recorded the gain on the transfer of the membership to Molina in the amount of \$30,507,300 on line 29 of the Statement of Revenues and Expenses. Also included on line 24 of the Assets page is \$3,050,730, which represents funds placed in an escrow account until final reconciliation and settlement of membership occurs.

B. Troubled Debt Restructuring – Not applicable

C. Other Disclosures

The state of Michigan is participating in CMS’s dual eligible demonstration to integrate Medicare and Medicaid services for dial eligible individuals. The Company refers to the demonstration as its Medicare-Medicaid Plan (“MMP”) implementation. The Company’s MMP was effective May 1, 2015. Results for the Medicare component of the MMP have been reported under the Medicare category, and results for the Medicaid component of the MMP have been reported under the Medicaid category. Ending membership and ember months for MMP enrollees have been reported under the Medicare category.

D. Business Interruption Insurance Recoveries – Not applicable

E. State Transferable Tax Credits – Not applicable

F. Subprime Mortgage Related Risk Exposure – Not applicable

G. Retained Assets- Not Applicable

22. Events Subsequent

Type I- Not applicable

Type II-Non-recognized Subsequent Events

23. Reinsurance

No significant change

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination.

The Company is subject to a medical loss ratio corridor for certain Medicaid business. The company recorded a net payable of \$5.2 million as of June 30, 2016, relating to this provision.

25. Change in Incurred Claims and Claims Adjustment Expenses

Reserves as of June 30, 2016 were \$24,469,845. As of June 30, 2016, \$61,601,435 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$3,715,289 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$8,698,901 favorable prior-year development since December 31, 2015 to June 30, 2016. The increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual.

26. Intercompany Pooling Arrangements

Not applicable

27. Structured Settlements

Not applicable

28. Health Care Receivables - Admitted

Notes to Financial Statement

- A. Pharmaceutical/Rebates Receivable – No significant change
- B. Risk Sharing Receivable - No significant change

29. Participating Policies

Not applicable

30. Premium Deficiency Reserves

Not applicable

31. Anticipated Salvage and Subrogation

Not applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes[] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[] N/A[X]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes[] No[X]
- 2.2 If yes, date of change:
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes[] No[X]
- If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes[] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[] No[X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

If yes, attach an explanation.

Yes[] No[] N/A[X]
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2013
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

06/05/2015
- 6.4 By what department or departments?
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes[] No[] N/A[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with?

Yes[X] No[] N/A[]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes[] No[X]
- 7.2 If yes, give full information
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
		Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes[X] No[]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended?

Yes[] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes[] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes[] No[X]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$..... 0

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$..... 0
13. Amount of real estate and mortgages held in short-term investments:

\$..... 0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[] No[X]

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)		
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes[] No[X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes[] No[] N/A[X]

If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ 0

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$ 0

16.3 Total payable for securities lending reported on the liability page

\$ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's
offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a
custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F.
Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]

17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Comerica Bank	Detroit, Michigan
The Northern Trust Company	Chicago, Illinois

17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name,
location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
.....

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes[] No[X]

17.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts,
handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
Not applicable	Hendrik Schuur	Detroit Michigan
104863	Income Research & Management	Boston Massachusetts
.....

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No[]

18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	80.415%
1.2 A&H cost containment percent	2.139%
1.3 A&H expense percent excluding cost containment expenses	0.000%
2.1 Do you act as a custodian for health savings accounts?	Yes[] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes[] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$..... 0

SCHEDULE S - CEDED REINSURANCE
Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
Accident and Health - Non-affiliates								
93572	43-1235868 .....	..... 01/01/2016	RGA REINS CO	MO .....	..... SSL/L/I	Authorized .....	.....	.....

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS
Current Year to Date - Allocated by States and Territories

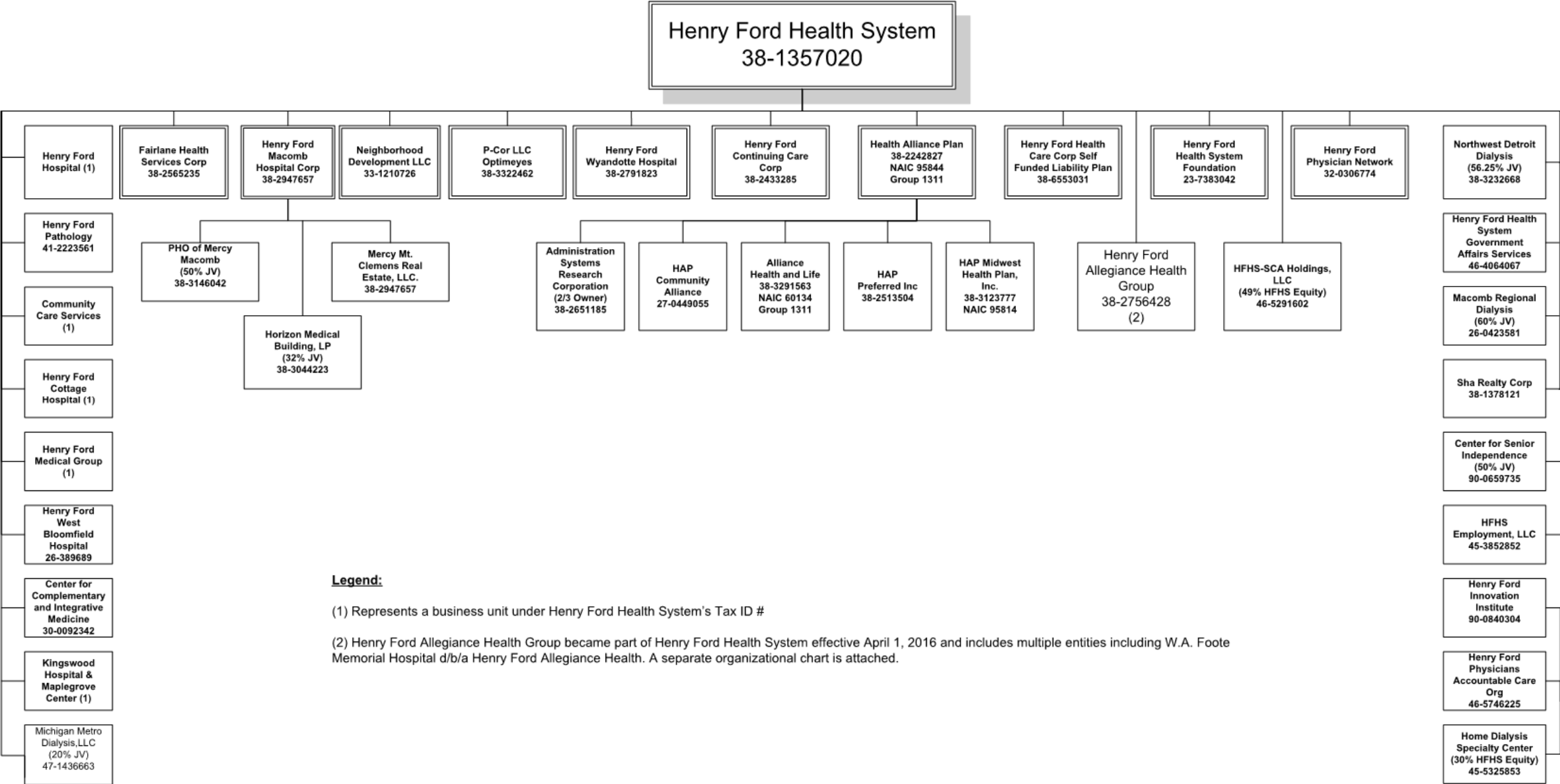
		1	Direct Business Only							
			2	3	4	5	6	7	8	9
State, Etc.		Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama (AL)	N								
2.	Alaska (AK)	N								
3.	Arizona (AZ)	N								
4.	Arkansas (AR)	N								
5.	California (CA)	N								
6.	Colorado (CO)	N								
7.	Connecticut (CT)	N								
8.	Delaware (DE)	N								
9.	District of Columbia (DC)	N								
10.	Florida (FL)	N								
11.	Georgia (GA)	N								
12.	Hawaii (HI)	N								
13.	Idaho (ID)	N								
14.	Illinois (IL)	N								
15.	Indiana (IN)	N								
16.	Iowa (IA)	N								
17.	Kansas (KS)	N								
18.	Kentucky (KY)	N								
19.	Louisiana (LA)	N								
20.	Maine (ME)	N								
21.	Maryland (MD)	N								
22.	Massachusetts (MA)	N								
23.	Michigan (MI)	L		41,255,080	17,424,760				58,679,840	
24.	Minnesota (MN)	N								
25.	Mississippi (MS)	N								
26.	Missouri (MO)	N								
27.	Montana (MT)	N								
28.	Nebraska (NE)	N								
29.	Nevada (NV)	N								
30.	New Hampshire (NH)	N								
31.	New Jersey (NJ)	N								
32.	New Mexico (NM)	N								
33.	New York (NY)	N								
34.	North Carolina (NC)	N								
35.	North Dakota (ND)	N								
36.	Ohio (OH)	N								
37.	Oklahoma (OK)	N								
38.	Oregon (OR)	N								
39.	Pennsylvania (PA)	N								
40.	Rhode Island (RI)	N								
41.	South Carolina (SC)	N								
42.	South Dakota (SD)	N								
43.	Tennessee (TN)	N								
44.	Texas (TX)	N								
45.	Utah (UT)	N								
46.	Vermont (VT)	N								
47.	Virginia (VA)	N								
48.	Washington (WA)	N								
49.	West Virginia (WV)	N								
50.	Wisconsin (WI)	N								
51.	Wyoming (WY)	N								
52.	American Samoa (AS)	N								
53.	Guam (GU)	N								
54.	Puerto Rico (PR)	N								
55.	U.S. Virgin Islands (VI)	N								
56.	Northern Mariana Islands (MP)	N								
57.	Canada (CAN)	N								
58.	Aggregate other alien (OT)	X X X								
59.	Subtotal	X X X		41,255,080	17,424,760				58,679,840	
60.	Reporting entity contributions for Employee Benefit Plans	X X X								
61.	Total (Direct Business)	(a)..... 1		41,255,080	17,424,760				58,679,840	
DETAILS OF WRITE-INS										
58001.	.....	X X X								
58002.	.....	X X X								
58003.	.....	X X X								
58998.	Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999.	TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

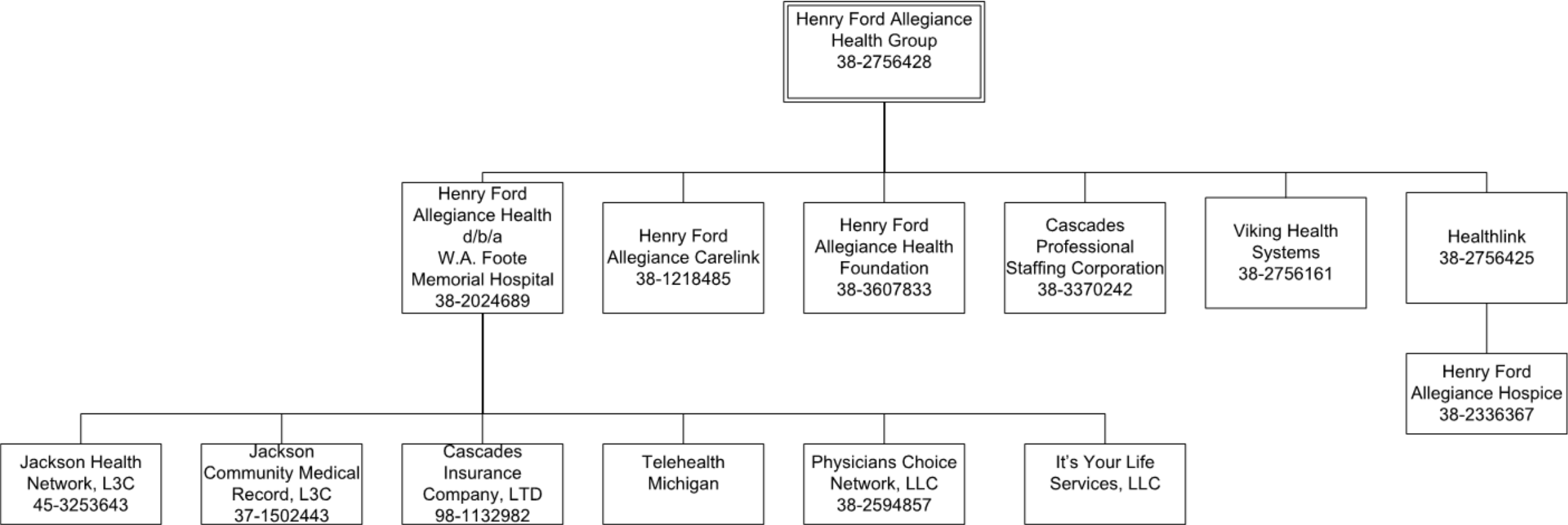
(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

Q15



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



Q15.1

SCHEDULE Y
PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

Q16

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Comp- any Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domic- iliary Loca- tion	Relation- ship to Report- ing Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	*
1311	Henry Ford Health System Group	95814	38-3123777				HAP Midwest Health Plan, Inc	MI	RE	Health Alliance Plan of Michigan		100.0	Henry Ford Health System	
1311	Henry Ford Health System Group	95844	382242827				Health Alliance Plan of Michigan	MI	UDP	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	382513504				HAP Preferred Inc		NIA	Health Alliance Plan of Michigan		100.0	Henry Ford Health System	
1311	Henry Ford Health System Group	60134	38-3291563				Alliance Health and Life Insurance Company	MI	IA	Health Alliance Plan of Michigan		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2651185				Administration System Research Group		NIA	Health Alliance Plan of Michigan		66.7	Henry Ford Health System	
	Henry Ford Health System Group	00000	270449055				HAP Community Alliance		NIA	Health Alliance Plan of Michigan		100.0	Henry Ford Health System	
	Henry Ford Health System Group	0	45-3852852				Henry Ford Health System employment, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-1357020				Henry Ford Health System		UIP					
	Henry Ford Health System Group	00000	38-2791823				Henry Ford Wyandotte		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2947657				Henry Ford Macomb Hospital		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-3146042				PHO of Mercy Macomb		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2679527				Horizon Properties Inc		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2947657				Mercy Mt. Clemens Real Estate, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2565235				Fairlane Health Services Corp		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	33-1210726				Neighborhood Development LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-2433285				Henry Ford Continuing Care Corp		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-6553031				Henry Ford Health Care Corp Self Funded Liability Plan		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	23-7383042				Henry Ford Health System Foundation		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	32-0306774				Henry Ford Physician Network		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-3232668				Northwest Detroit Dialysis		NIA	Henry Ford Health System		56.3	Henry Ford Health System	
	Henry Ford Health System Group	00000	45-5325853				Home Dialysis specialty Center		NIA	Henry Ford Health System		30.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	26-0423581				Macomb Regional Dialysis		NIA	Henry Ford Health System		60.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	38-1378121				Sha Realty Corp		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	90-0659735				Center for Senior Independence		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System Group	00000	26-3896897				Henry Ford West Bloomfield		NIA	Henry Ford Health System		100.0	Henry Ford Health System	

SCHEDULE Y
PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Comp- any Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domic- iliary Loca- tion	Relation- ship to Report- ing Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	*
Q16.1	Henry Ford Health System													
	Group	00000	38-3322462				P Cor, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	90-0840304				Henry Ford Innovation Insitute		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	41-2223561				Henry Ford Pathology		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System						Henry Ford Physicians Accountable Care Organization, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Group	00000	46-5746225				Center for Complementary and Integrative Medicine		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System						Henry Ford Health System Government Affairs Services		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Group	00000	30-0092342											
	Henry Ford Health System													
	Group	00000	46-4064067				Horizon Medical Building, LP		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-3044223				HFHS-SCA Holdings, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	46-5291602				Michigan Metro Dialysis, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	47-1436663				Henry Ford Allegiance Health Group		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-2756428				Henry Ford Allegiance Health		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-2024689				Henry Ford Allegiance Carelink		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-1218485				Henry Ford Allegiance Health Foundation		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System						Cascades Professional Staffing Corporation		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Group	00000	38-3607833											
	Henry Ford Health System													
	Group	00000	38-3370242				Viking Health Systems		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	37-2756161				Healthlink		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-2756425				Jackson Health Network, L3C		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	45-3253643				Cascades Insurance Company, LTD		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	98-1132982				Telehealth Michigan		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000					Physicians Choice Network, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-2594857				It's Your Life Services, LLC		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	38-2336367				Henry Ford Allegiance Hospice		NIA	Henry Ford Health System		100.0	Henry Ford Health System	
	Henry Ford Health System													
	Group	00000	37-1502443				Jackson Community Medical Record, L3C		NIA	Henry Ford Health System		100.0	Henry Ford Health System	

Asterisk	Explanation
0000001	.....

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

RESPONSE
No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



OVERFLOW PAGE FOR WRITE-INS

STATEMENT AS OF **June 30, 2016** OF THE **HAP Midwest Health Plan, Inc.**

SCHEDULE A - VERIFICATION

Real Estate		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Current year change in encumbrances		
4.	Total gain (loss) on disposals		
5.	Deduct amounts received on disposals		
6.	Total foreign exchange change in book/adjusted carrying value		
7.	Deduct current year's other-than-temporary impairment recognized		
8.	Deduct current year's depreciation		
9.	Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION

Mortgage Loans

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book value/recorded investment excluding accrued interest, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)		
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals		
8.	Deduct amortization of premium and mortgage interest paid		
9.	Total foreign exchange change in book value/recorded investment		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Total valuation allowance		
13.	Subtotal (Line 11 plus Line 12)		
14.	Deduct total nonadmitted amounts		
15.	Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition		
2.2	Additional investment made after acquisition		
3.	Capitalized deferred interest and other		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease)		
6.	Total gain (loss) on disposals		
7.	Deduct amounts received on disposals		
8.	Deduct amortization of premium and depreciation		
9.	Total foreign exchange change in book/adjusted carrying value		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D - VERIFICATION

Bonds and Stocks

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value of bonds and stocks, December 31 of prior year	36,132,587	15,920,454
2.	Cost of bonds and stocks acquired	12,958,567	49,156,377
3.	Accrual of discount	3,839	8,510
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals	301,717	(43,854)
6.	Deduct consideration for bonds and stocks disposed of	48,179,710	28,524,835
7.	Deduct amortization of premium	192,190	384,065
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	1,024,810	36,132,587
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	1,024,810	36,132,587

QSI02

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	110,671,398	104,287,840	113,416,208	(55,688)	110,671,398	101,487,341		125,000,812
2. NAIC 2 (a)	10,242,770	89,983	10,300,609	(32,144)	10,242,770	0		9,658,502
3. NAIC 3 (a)	37,506		39,071	1,565	37,506			
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	120,951,673	104,377,823	123,755,888	(86,267)	120,951,673	101,487,341		134,659,314
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	120,951,673	104,377,823	123,755,888	(86,267)	120,951,673	101,487,341		134,659,314

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

SCHEDULE DA - PART 1

Short - Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	100,462,531	X X X	100,462,532	91,784	

SCHEDULE DA - Verification

Short-Term Investments

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	98,526,726	47,739,499
2.	Cost of short-term investments acquired	124,851,071	217,866,557
3.	Accrual of discount		4
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		126
6.	Deduct consideration received on disposals	122,915,266	167,079,213
7.	Deduct amortization of premium		246
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	100,462,531	98,526,726
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	100,462,531	98,526,726

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SI07 Schedule DB - Verification NONE

SI08 Schedule E - Verification (Cash Equivalents) NONE

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
912828M98 ..	UNITED STATES TREASURY		05/26/2016 ..	VARIOUS	X X X	4,822,022	4,757,000	8,958	1
912828P53 ..	UNITED STATES TREASURY		04/21/2016 ..	VARIOUS	X X X	565,654	569,000	832	1
912828Q52 ..	UNITED STATES TREASURY		05/06/2016 ..	SALOMON BROTHERS INC	X X X	477,143	477,000	297	1
0599999 Subtotal - Bonds - U.S. Governments					X X X	5,864,819	5,803,000	10,087	X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)									
09256BAA5 ..	BLACKSTONE HOLDINGS FINANCE CO LLC		04/06/2016 ..	Raymond James Financial	X X X	179,222	156,000	1,608	1FE
12506GAB4 ..	ABS - CCG 161 A2		06/08/2016 ..	HARRIS NESBITT CORP BONDS	X X X	349,976	350,000 .....	.....	1FE
12594DAD0 ..	ABS - CNHI 16B A3		05/24/2016 ..	Montgomery	X X X	548,862	549,000 .....	.....	1FE
36251LAE3 ..	ABS - GMALT 162 A4		05/10/2016 ..	DEUTSCHE BANK ALEX BROWN	X X X	187,952	188,000 .....	.....	1FE
44891BAE5 ..	ABS - HALST 16B A4		05/17/2016 ..	SALOMON BROTHERS INC	X X X	294,957	295,000 .....	.....	1FE
65478QAE8 ..	ABS - NALT-16A-A4		05/17/2016 ..	SALOMON BROTHERS INC	X X X	231,951	232,000 .....	.....	1FE
790849AM5 ..	ST. JUDE MEDICAL INC		04/05/2016 ..	Goldman Sachs	X X X	174,005	170,000	304	1FE
842587CQ8 ..	SOUTHERN CO		05/19/2016 ..	SALOMON BROTHERS INC	X X X	89,983	90,000 .....	.....	2FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					X X X	2,056,908	2,030,000	1,912	X X X
8399997 Subtotal - Bonds - Part 3					X X X	7,921,728	7,833,000	11,999	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	7,921,728	7,833,000	11,999	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9899999 Subtotal - Preferred and Common Stocks					X X X .....	.....	X X X .....	.....	X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	7,921,728	X X X	11,999	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

QEO5

SCHEDULE D - PART 4
Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

CUSIP Identification	Description	CUSIP Identification	Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)				
												11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.											
Bonds - U.S. Governments																											
83162CNR0	ABS - SBAP 0420D A		06/13/2016	VARIOUS	X X X		43,454	40,760	43,359	43,198		(115)		(115)	43,083		371	371	1,319	04/01/2024	1						
83162CQB2	ABS - SBAP 0620B A		06/13/2016	BNY/SUNTRUST CAPITAL MARKETS	X X X		86,293	80,436	88,178	89,230		(365)		(365)	88,865		(2,572)	(2,572)	3,810	02/01/2026	1						
83162CRU9	ABS - SBAP 0820E A		06/13/2016	VARIOUS	X X X		119,976	108,986	120,089	120,060		(300)		(300)	119,760		216	216	3,753	05/01/2028	1						
83162CUH4	ABS - SBAP 1120J A		06/13/2016	VARIOUS	X X X		230,486	223,025	226,711	226,804		(72)		(72)	226,731		3,755	3,755	4,411	10/01/2031	1						
912828J84	UNITED STATES TREASURY		05/27/2016	VARIOUS	X X X		4,073,360	4,048,000	4,029,285	4,031,372		1,526		1,526	4,032,898		40,463	40,463	36,477	03/31/2020	1						
912828M98	UNITED STATES TREASURY		06/22/2016	Barclays Bank	X X X		6,510,890	6,372,000	6,464,984		(3,055)		(3,055)	6,461,928		48,961	48,961	30,118	11/30/2020	1							
912828P53	UNITED STATES TREASURY		04/27/2016	SALOMON BROTHERS INC	X X X		1,093,869	1,100,000	1,094,497		41		41	1,094,538		(669)	(669)	1,574	02/15/2019	1							
912828Q52	UNITED STATES TREASURY		05/18/2016	VARIOUS	X X X		476,148	477,000	477,143		(1)		(1)	477,142		(994)	(994)	361	04/15/2019	1							
912828XH8	UNITED STATES TREASURY		06/22/2016	VARIOUS	X X X		2,905,938	2,845,000	2,858,512	2,857,720		(1,312)		(1,312)	2,856,408		49,530	49,530	22,043	06/30/2020	1						
0599999 Subtotal - Bonds - U.S. Governments					X X X		15,540,413	15,295,208	15,402,757	7,368,383		(3,655)		(3,655)	15,401,351		139,062	139,062	103,868	X X X	X X X						
Bonds - U.S. States, Territories and Possessions																											
13063BFU1	CALIFORNIA ST ECONOMIC RECOVERY		06/13/2016	Raymond James Financial	X X X		338,790	300,000	347,252	339,112		(5,486)		(5,486)	333,625		5,165	5,165	14,725	03/01/2019	1FE						
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions					X X X		338,790	300,000	347,252	339,112		(5,486)		(5,486)	333,625		5,165	5,165	14,725	X X X	X X X						
Bonds - U.S. Special Revenue, Special Assessment																											
04057PJL3	ARIZONA SCH FACS BRD CTFS PARTN		06/13/2016	Raymond James Financial	X X X		126,378	126,000	126,000	126,000					126,000		378	378	1,470	09/01/2017	1FE						
312855XQ2	RMBS - FH 1Q1587		06/22/2016	VARIOUS	X X X		117,308	110,764	117,894	116,961		338		338	117,299		9	9	1,584	06/01/2037	1						
3137AH6B9	CMBS - FHMS K015 A1		06/27/2016	VARIOUS	X X X		121,673	120,036	122,226	121,916		(277)		(277)	121,639		34	34	1,433	10/25/2020	1						
3137AL6V6	CMBS - FHMS K706 A2		06/27/2016	SALOMON BROTHERS INC	X X X		215,682	211,000	216,440	215,526		(782)		(782)	214,744		938	938	2,628	10/25/2018	1						
31397MTY3	CMO/RMBS - FNR 0881A LK		06/27/2016	VARIOUS	X X X		186,782	182,975	199,300	193,496		(2,115)		(2,115)	191,381		(4,599)	(4,599)	4,909	09/25/2023	1						
341271AB0	FLORIDA ST BRD ADMIN FIN CORP REV		06/13/2016	Raymond James Financial	X X X		170,874	165,000	165,000						165,000		5,874	5,874	1,185	07/01/2021	1FE						
485429X90	KANSAS ST DEV FIN AUTH REV		06/13/2016	Raymond James Financial	X X X		182,160	180,000	180,000						180,000		2,160	2,160	2,262	04/15/2018	1FE						
491189FC5	KENTUCKY ASSET / LIABILITY COMMN GEN FD		06/13/2016	VARIOUS	X X X		173,481	171,264	176,466	175,536		(702)		(702)	174,834		(1,353)	(1,353)	3,406	04/01/2018	1FE						
650035U29	NEW YORK ST URBAN DEV CORP REV		06/13/2016	Raymond James Financial	X X X		438,411	385,000	428,424	424,339		(3,234)		(3,234)	421,105		17,306	17,306	13,940	03/15/2021	1FE						
89602NU77	TRIBOROUGH BRDG & TUNL AUTH N Y REVS		06/13/2016	Raymond James Financial	X X X		95,029	95,000	94,874	94,959		22		22	94,980		48	48	557	11/15/2016	1FE						
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					X X X		1,827,777	1,747,040	1,826,623	1,648,732		(6,750)		(6,750)	1,806,982		20,795	20,795	33,374	X X X	X X X						
Bonds - Industrial and Miscellaneous (Unaffiliated)																											
001055AH5	AFLAC INC		06/13/2016	Morgan Stanley	X X X		171,715	170,000	174,797	173,053		(1,241)		(1,241)	171,813		(97)	(97)	3,767	02/15/2017	1FE						
00182EAW9	ANZ NEW ZEALAND (INTL) LTD	R	06/13/2016	Bank of America	X X X		200,578	200,000	200,398	200,311		(62)		(62)	200,249		329	329	2,499	03/29/2018	1FE						
00206RCL4	AT&T INC		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X		316,487	313,000	309,967	310,023		285		285	310,308		6,179	6,179	3,515	06/30/2020	2FE						
00287YAT6	ABBVIE INC		06/10/2016	Montgomery	X X X		178,533	176,000	175,278	175,365		63		63	175,428		3,105	3,105	2,579	05/14/2020	2FE						
00440EAJ6	ACE INA HOLDINGS INC	R	06/13/2016	Wachovia Bank	X X X		41,200	40,000	44,904	41,938		(787)		(787)	41,151		48	48	1,906	02/15/2017	1FE						
00440EAK3	ACE INA HOLDINGS INC	R	06/13/2016	Wachovia Bank	X X X		128,796	120,000	134,123	131,025		(2,252)		(2,252)	128,773		23	23	5,239	03/15/2018	1FE						
035242AJ5	ANHEUSER-BUSCH INBEV FINANCE INC	R	06/10/2016	Wachovia Bank	X X X		171,282	167,000	169,133		(121)		(121)		169,012		2,270	2,270	1,721	02/01/2021	1FE						
04032YAB5	ABS - ARIFL 15A A2		06/20/2016	VARIOUS	X X X		156,451	156,554	156,535	156,542		3		3	156,545		(94)	(94)	861	11/15/2018	1FE						
05523UAJ9	BAE SYSTEMS HOLDINGS INC	R	06/13/2016	BAIRD (ROBERT W.) & CO. INC.	X X X		237,758	212,000	245,179	240,171		(3,636)		(3,636)	236,534		1,224	1,224	7,321	06/01/2019	2FE						
060505DH4	BANK OF AMERICA CORP		06/15/2016	Wachovia Bank	X X X		410,155	390,000	419,823	417,085		(7,510)		(7,510)	409,575		580	580	18,785	09/01/2017	2FE						
06051GFR5	BANK OF AMERICA CORP		06/10/2016	Goldman Sachs	X X X		142,700	142,000	141,991	141,993		1		1	141,995		706	706	1,638	05/12/2018	2FE						
064255BL5	BANK OF TOKYO-MITSUBISHI UFJ LTD	R	06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X		200,466	200,000	200,004	200,004		(1)		(1)	200,003		463	463	2,644	03/05/2018	1FE						
07274EAB9	BAYER US FINANCE LLC		06/14/2016	TORONTO DOMINION SECURITIES (USA) INC	X X X		249,798	250,000	251,738	251,281		(331)		(331)	250,950		(1,152)	(1,152)	2,615	10/06/2017	1FE						
072863AA1	BAYLOR SCOTT & WHITE HOLDINGS		06/13/2016	Raymond James Financial	X X X		155,640	155,000	155,000	155,000					155,000		640	640	1,929	11/15/2020	1FE						
07387JAE6	CMBS - BSCMS 06PR12 A4		04/11/2016	Direct	X X X		15,131	15,131	16,505	15,321		(190)		(190)	15,131		0	0	295	09/11/2038	1FM						
07388PAE1	CMBS - BSCMS 06PR14 A4		06/22/2016	VARIOUS	X X X		193,098	192,385	210,255	200,380		(4,431)		(4,431)	195,949		(2,851)	(2,851)	5,584	12/11/2038	1FM						
07388RAE7	CMBS - BSCMS 07PR15 A4		06/17/2016	VARIOUS	X X X		483,741	476,139	504,596	493,192		(8,080)		(8,080)	485,112		(1,370)	(1,370)	14,222	02/11/2044	1FM						
07388YAE2	CMBS - BSCMS 07PR16 A4		06/21/2016	VARIOUS	X X X		107,928	105,844	118,537	111,364		(2,165)		(2,165)	109,643		(1,715)	(1,715)	3,397	06/11/2040	1FM						
073902RU4	BEAR STEARNS & CO INC		06/10/2016	Goldman Sachs	X X X		389,319	357,000	415,245	396,756		(8,560)		(8,560)	388,197		1,122	1,122	22,575	02/01/2018	1FE						
084670BQ0	BERKSHIRE HATHAWAY FINANCE CORP		06/10/2016	MIZUHO SECURITES FIXED DONALDSON LUFKIN & JENRETTE	X X X		255,499	249,000	248,472		24		24		248,496		7,003	7,003	1,370	03/15/2021	1FE						
09256BAA5	BLACKSTONE HOLDINGS FINANCE CO LLC		06/15/2016	JENRETTE	X X X		178,149	156,000	179,222		(1,231)			(1,231)	177,991		158	158	3,502	08/15/2019	1FE						
10112RAQ7	BOSTON PROPERTIES LP		06/13/2016	Wachovia Bank	X X X		274,410	245,000	284,359	275,388		(3,517)		(3,517)	271,871		2,539	2,539	9,636	10/15/2019	2FE						

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SCHEDULE D - PART 4

Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1	2	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.							
12506GAB4	ABS - CCG 161 A2		06/20/2016	HARRIS NESBITT CORP																	
12592YAD6	ABS - CNHI 15B A3		06/20/2016	BONDS SALOMON BROTHERS INC	X X X	350,314	350,000	349,976			0		0		349,976		338	338	115	09/14/2022	1FE
12594DAD0	ABS - CNHI 16B A3		06/15/2016	Montgomery	X X X	528,949	528,000	527,960	527,967	(361)			(361)		527,605		1,343	1,343	3,737	07/15/2020	1FE
126650CB4	CVS CAREMARK CORP		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	550,587	549,000	548,862		(24)			(24)		548,839		1,748	1,748	398	08/16/2021	1FE
126650CH1	CVS HEALTH CORP		06/13/2016	VARIOUS	X X X	101,969	100,000	100,714	100,447	(69)			(69)		100,377		1,592	1,592	1,188	12/05/2018	2FE
13645RAJ3	CANADIAN PACIFIC RAILWAY CO	I	06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	513,544	507,000	506,645	506,697	48			48		506,745		6,798	6,798	8,301	07/20/2018	2FE
14042E4L1	CAPITAL ONE NA		06/13/2016	DONALDSON LUFKIN & JENRETTE	X X X	105,503	92,000	105,413		(1,623)			(1,623)		103,789		1,713	1,713	3,891	05/15/2019	2FE
14912L4E8	CATERPILLAR FINANCIAL SERVICES CORPORATI		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	249,720	250,000	248,640	248,962	226			226		249,189		531	531	3,564	02/05/2018	2FE
14985MAB7	ABS - CCG 131 A2		04/14/2016	Direct	X X X	153,642	134,000	159,215	155,362	(3,035)			(3,035)		152,326		1,315	1,315	7,984	02/15/2019	1FE
14986DAF7	CMBS - CD 06CD3 A5		06/21/2016	VARIOUS	X X X	27,935	27,935	27,950	27,956	(11)			(11)		27,946		(11)	(11)	98	08/14/2020	1FE
151020AE4	CELGENE CORP		06/10/2016	Montgomery	X X X	52,777		56,075	54,028	(651)			(651)		53,376		(600)	(600)	1,386	10/15/2048	1FM
166764AV2	CHEVRON CORP		06/10/2016	Montgomery	X X X	177,101	165,000	174,908	184,299	(594)			(594)		174,314		2,787	2,787	4,345	10/15/2020	2FE
17275RBD3	CISCO SYSTEMS INC		06/13/2016	Wachovia Bank	X X X	184,466	184,000	184,386		(62)			(62)		184,327		229	229	1,974	03/02/2018	1FE
172967KK6	CITIGROUP INC		06/10/2016	Barclays Bank	X X X	357,406	350,000	349,328		42			42		349,370		8,036	8,036	2,289	02/28/2021	1FE
17305EFQ3	ABS - CCCIT 14A4 A4		06/20/2016	SALOMON BROTHERS INC	X X X	234,981	232,000	231,725	100,207	11			11		231,736		3,246	3,246	1,305	03/30/2021	2FE
20030NAU5	COMCAST CORP		05/06/2016	DONALDSON LUFKIN & JENRETTE	X X X	100,234	100,000	100,363		(74)			(74)		100,133		101	101	810	04/24/2019	1FE
20047RAE3	CMBS - COMM 07C9 A4		06/17/2016	VARIOUS	X X X	95,043	88,000	103,077	95,772	(1,477)			(1,477)		94,295		748	748	2,710	11/15/2017	1FE
20173MAE0	CMBS - GOCFC 06GG7 A4		06/10/2016	Direct	X X X	188,590	182,587	206,153	193,251	(3,328)			(3,328)		189,922		(1,332)	(1,332)	6,945	12/10/2049	1FM
20173QAE1	CMBS - GOCFC 07GG9 A4		06/20/2016	VARIOUS	X X X	35,227	35,227	37,080	35,690	(282)			(282)		35,408		(181)	(181)	823	07/10/2038	1FM
22545LAD1	CMBS - CSFB 06C5 A3		06/22/2016	VARIOUS	X X X	466,252	460,744	485,581	476,617	(9,017)			(9,017)		467,600		(1,348)	(1,348)	13,847	03/10/2039	1FM
23306DAA2	CMBS - DBRR 13EZ3 A		06/22/2016	VARIOUS	X X X	309,669	309,203	321,632	315,560	(3,918)			(3,918)		311,642		(1,973)	(1,973)	8,939	12/15/2039	1FM
24422ESX8	JOHN DEERE CAPITAL CORP		05/06/2016	Warburg Dillon Reed	X X X	231,584	231,776	232,846	232,489	(185)			(185)		232,303		(720)	(720)	1,752	12/20/2049	1FE
247358AA2	DELTA AIR LINES INC		06/13/2016	VARIOUS	X X X	243,475	241,000	240,908	240,922	11			11		240,933		2,542	2,542	3,181	07/13/2018	1FE
26441CAK1	DUKE ENERGY CORP		06/15/2016	JPMORGAN CHASE BANK	X X X	207,037	195,559	212,182	209,570	(1,241)			(1,241)		208,329		(1,292)	(1,292)	5,587	11/07/2021	1FE
268317AG9	ELECTRICITE DE FRANCE SA	R	06/10/2016	JPMORGAN CHASE BANK	X X X	242,158	240,000	243,277	242,339	(440)			(440)		241,899		259	259	2,520	06/15/2018	2FE
29379VA11	ENTERPRISE PRODUCTS OPERATING LLC		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	178,796	179,000	179,675	179,344	(149)			(149)		179,196		(400)	(400)	1,858	01/20/2017	1FE
30161MAE3	EXELON GENERATION CO LLC		06/10/2016	HILLTOP SECURITIES	X X X	231,540	219,000	247,927	236,707	(4,671)			(4,671)		232,037		(497)	(497)	10,348	09/15/2017	2FE
30161NAG6	EXELON CORP		06/13/2016	Wachovia Bank	X X X	199,792	189,000	210,680	202,982	(3,584)			(3,584)		199,398		394	394	8,268	10/01/2017	2FE
30219GAD0	ARISTOTLE HOLDING INC		06/13/2016	VARIOUS	X X X	139,941	140,000	139,905	139,931	22			22		139,953		(12)	(12)	1,127	06/09/2017	2FE
30231GAV4	EXXON MOBIL CORP		06/10/2016	SALOMON BROTHERS INC	X X X	235,462	233,000	240,037	236,473	(1,224)			(1,224)		235,249		214	214	4,795	02/15/2017	2FE
36164NFF7	GE CAPITAL INTERNATIONAL FUNDING CO		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	184,270	180,000	180,000							180,000		4,270	4,270	1,133	03/01/2021	1FE
36251LAE3	ABS - GMALT 162 A4		06/10/2016	Wachovia Bank	X X X	229,755	224,000	223,991	223,992	2			2		223,994		5,761	5,761	3,337	11/15/2020	1FE
36962G4D3	GENERAL ELECTRIC CAPITAL CORPORATION		06/20/2016	DONALDSON LUFKIN & JENRETTE	X X X	188,661	188,000	187,952			2		2		187,953		708	708	303	03/20/2020	1FE
38141EA25	GOLDMAN SACHS GROUP INC		06/10/2016	Barclays Bank	X X X	89,190	78,000	91,735	88,329	(1,262)			(1,262)		87,067		2,123	2,123	4,004	08/07/2019	1FE
421915EJ4	HEALTH CARE PROPERTY INVESTORS INC		06/10/2016	Wachovia Bank	X X X	395,426	346,000	413,953	397,420	(7,245)			(7,245)		390,176		5,251	5,251	21,625	02/15/2019	1FE
42824CAC3	HEWLETT PACKARD ENTERPRISE CO		06/10/2016	BAIRD (ROBERT W.) & CO. INC.	X X X	232,407	226,000	248,306	237,103	(4,666)			(4,666)		232,437		(30)	(30)	11,865	01/30/2017	2FE
44891AAC1	HYUNDAI CAPITAL AMERICA	R	06/13/2016	TORONTO DOMINION SECURITIES (USA) INC	X X X	176,405	173,000	172,779	172,795	32			32		172,827		3,577	3,577	3,369	10/05/2018	2FE
44891AAE7	HYUNDAI CAPITAL AMERICA	R	06/10/2016	Montgomery	X X X	258,190	255,000	254,969	254,971	5			5		254,976		3,214	3,214	3,842	10/30/2018	2FE
44891BAE5	ABS - HALST 16B A4		06/22/2016	Wachovia Bank	X X X	114,811	113,000	112,922		6			6		112,928		1,883	1,883	683	03/18/2019	2FE
44928UAD2	ABS - HALST 15B A3		06/22/2016	HARRIS NESBITT CORP	X X X	296,141	295,000	294,957		1			1		294,958		1,183	1,183	385	04/15/2020	1FE
459200GJ4	INTERNATIONAL BUSINESS MACHINES CORP		05/06/2016	DONALDSON LUFKIN & JENRETTE	X X X	204,542	204,000	203,962	203,971	(110)			(110)		203,862		680	680	1,491	11/15/2018	1FE
46186JAA5	ABS - IHSFR 15SFR2 A		06/22/2016	Wachovia Bank	X X X	132,974	125,000	143,873	134,245	(1,931)			(1,931)		132,314		660	660	4,691	09/14/2017	1FE
46186NAA6	ABS/MBS - IHSFR 13SFR1 A		06/22/2016	VARIOUS	X X X	104,331	104,736	104,736	104,736						104,736		(405)	(405)	971	06/17/2032	1FE
46629YAC3	CMBS - JPMCC 07CB18 A4		06/21/2016	VARIOUS	X X X	412,012	414,468	415,212	415,286	(778)			(778)		414,508		(2,496)	(2,496)	3,398	12/19/2030	1FE
47727UAD5	ABS - JDOT 15 A3		06/22/2016	Montgomery	X X X	470,529	464,618	491,406	480,352	(7,690)			(7,690)		472,661		(2,132)	(2,132)	14,089	06/12/2047	1FM
47787UAE3	ABS - JDOT 15 A4		06/21/2016	JPMORGAN CHASE BANK/G.X.CLARKE	X X X	86,181	86,000	85,993		(39)			(39)		85,956		225	225	593	06/17/2019	1FE
48248NAA8	KKR GROUP FINANCE CO LLC		06/14/2016	JEFFERIES & COMPANY, INC	X X X	165,825	165,000	165,851	165,663	(270)			(270)		165,393		432	432	1,414	12/15/2021	1FE
					X X X	75,662	65,000	76,842	74,649	(876)			(876)		73,772		1,890	1,890	2,970	09/29/2020	1FE

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SCHEDULE D - PART 4
Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1	2	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.							
494550BR6	KINDER MORGAN ENERGY PARTNERS LP		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	323,947	325,000	325,358	325,236		(34)		(34)		325,202		(1,255)	(1,255)	7,512	02/01/2019	2FE
539830BJ7	LOCKHEED MARTIN CORP		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	159,839	158,000	157,730	157,739		40		40		157,779		2,060	2,060	1,640	11/23/2018	2FE
55312TAD5	CMBS - MLCFC 076 A4		06/21/2016	DEUTSCHE BANK ALEX BROWN	X X X	85,867	85,000	90,897	88,547		(145)		(145)		88,403		(2,536)	(2,536)	2,603	03/12/2051	1FM
55315GAC2	ABS - MMAF 15A A3		06/20/2016	Montgomery	X X X	880,002	881,000	880,815	880,911		(678)		(678)		880,233		(231)	(231)	6,293	10/16/2019	1FE
55608JAD0	MACQUARIE GROUP LTD	R	06/13/2016	Bank of America	X X X	309,999	300,000	320,223	314,510		(4,086)		(4,086)		310,423		(424)	(424)	12,431	08/10/2017	2FE
565849AD8	MARATHON OIL CORP		06/13/2016	DONALDSON LUFKIN & JENRETTE	X X X	38,402	37,000	42,539	39,792		(721)		(721)		39,071		(669)	(669)	1,573	10/01/2017	3FE
580645AN9	MCGRAW HILL FINANCIAL INC		06/13/2016	DONALDSON LUFKIN & JENRETTE	X X X	187,340	180,000	179,788	179,803		22		22		179,825		7,516	7,516	4,917	08/14/2020	2FE
581557BB0	MCKESSON CORP		06/10/2016	VARIOUS	X X X	235,317	235,000	235,484	235,248		(82)		(82)		235,166		151	151	2,143	03/10/2017	2FE
59156RKB3	METLIFE INC		06/15/2016	US Bancorp Piper-DTC	X X X	297,620	295,000	298,850	297,887		(675)		(675)		297,212		408	408	2,823	12/15/2017	1FE
594918AY0	MICROSOFT CORP		04/21/2016	Merrill Lynch	X X X	108,101	106,000	105,989	105,991		1		1		105,992		2,109	2,109	1,384	02/12/2020	1FE
617446V71	MORGAN STANLEY		06/10/2016	Morgan Stanley	X X X	402,191	381,000	428,391	409,426		(7,716)		(7,716)		401,710		481	481	18,984	08/28/2017	1FE
61754KBJ3	CMBS - MSCI 071Q14 5FL		06/21/2016	DEUTSCHE BANK ALEX BROWN	X X X	200,039	200,000	223,891	213,152		(4,443)		(4,443)		208,709		(8,670)	(8,670)	6,361	04/15/2049	1FE
61758FAB8	CMBS - MSRR 09GG10 A4B		06/17/2016	Montgomery	X X X	511,360	500,000	535,840	524,072		(8,316)		(8,316)		515,756		(4,396)	(4,396)	16,256	08/16/2045	2FE
628530BE6	MYLAN INC	R	06/14/2016	JP Morgan Chase	X X X	204,836	205,000	204,970	204,938		31		31		204,970		(134)	(134)	1,522	11/29/2016	2FE
65339KAL4	NEXTERA ENERGY CAPITAL HOLDINGS INC		06/13/2016	Goldman Sachs	X X X	242,372	238,000	235,496	235,511		297		297		235,808		6,564	6,564	4,300	09/15/2019	2FE
65341KAC0	ABS - NFMOT 151 A		06/20/2016	MITSUBISHI UFJ SECURITIES	X X X	300,620	302,000	301,964	301,972		9		9		301,980		(1,360)	(1,360)	2,809	06/17/2019	1FE
65341KAG1	ABS - NFMOT 152 A		06/20/2016	MITSUBISHI UFJ SECURITIES	X X X	228,159	229,000	228,980	228,981		3		3		228,984		(825)	(825)	2,816	10/15/2020	1FE
65477UAD2	ABS - NAROT 15A A4		06/21/2016	DEUTSCHE BANK ALEX BROWN	X X X	164,557	164,000	163,964	163,970		(139)		(139)		163,831		727	727	1,278	09/15/2021	1FE
65478AAE3	ABS - NAROT 15C A4		06/21/2016	Montgomery	X X X	164,350	163,000	162,963	162,965		(184)		(184)		162,781		1,569	1,569	1,414	02/15/2022	1FE
65478QAE8	ABS - NALT 16A A4		06/21/2016	Montgomery	X X X	232,707	232,000	231,951			2		2		231,953		754	754	287	10/15/2021	1FE
67019EAB3	NSTAR		06/13/2016	DONALDSON LUFKIN & JENRETTE	X X X	334,926	306,000	335,332	330,021		(2,728)		(2,728)		327,293		7,633	7,633	8,071	11/15/2019	2FE
68233JAD6	ONCOR ELECTRIC DELIVERY CO LLC		06/10/2016	JPMORGAN CHASE BANK	X X X	195,733	176,000	205,350	199,076		(3,848)		(3,848)		195,228		505	505		09/01/2018	2FE
714294AB1	PERRIGO CO	R	06/16/2016	TORONTO DOMINION SECURITIES (USA) INC	X X X	249,633	250,000	249,685	249,819		100		100		249,919		(286)	(286)	2,013	11/08/2016	2FE
73329BAE6	ABS - PILOT 151 A3		06/21/2016	TORONTO DOMINION SECURITIES (USA) INC	X X X	294,011	294,000	293,950	293,963		11		11		293,975		37	37	1,759	07/23/2018	1FE
74256LAM1	PRINCIPAL LIFE GLOBAL FUNDING II		06/13/2016	VARIOUS	X X X	386,026	385,000	386,233	385,911		(205)		(205)		385,706		320	320	3,995	09/11/2017	1FE
74432QBG9	PRUDENTIAL FINANCIAL INC		06/15/2016	BAIRD (ROBERT W.) & CO. INC.	X X X	297,593	257,000	298,984	298,698		(5,304)		(5,304)		293,394		4,199	4,199	9,530	06/15/2019	2FE
775109AK7	ROGERS COMMUNICATIONS INC	A	06/10/2016	Wachovia Bank	X X X	166,149	150,000	173,160	168,736		(3,184)		(3,184)		165,552		597	597	8,500	08/15/2018	2FE
790849AL7	ST. JUDE MEDICAL INC		04/05/2016	Goldman Sachs	X X X	175,971	174,000	173,581	173,618		37		37		173,655		2,316	2,316	1,885	09/15/2018	1FE
790849AM5	ST. JUDE MEDICAL INC		06/10/2016	Montgomery	X X X	174,469	170,000	174,005			(163)		(163)		173,843		627	627	1,190	09/15/2020	1FE
801060AB0	SANOFI SA	R	05/20/2016	DONALDSON LUFKIN & JENRETTE	X X X	79,102	79,000	77,954	78,410		101		101		78,510		592	592	614	04/10/2018	1FE
806851AB7	SCHLUMBERGER HOLDINGS CORP		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	266,895	263,000	262,968	262,969		5		5		262,973		3,922	3,922	2,987	12/21/2018	1FE
816851AK5	SEMPRA ENERGY		06/13/2016	VARIOUS	X X X	90,277	75,000	100,266	91,363		(2,311)		(2,311)		89,053		1,225	1,225	6,132	02/15/2019	2FE
828807CA3	SIMON PROPERTY GROUP LP		06/15/2016	DONALDSON LUFKIN & JENRETTE	X X X	296,816	244,000	320,009	302,340		(8,853)		(8,853)		293,487		3,329	3,329	18,169	04/01/2019	1FE
842587CJ4	SOUTHERN CO		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	122,567	120,000	123,024	121,832		(305)		(305)		121,527		1,040	1,040	2,319	09/01/2018	2FE
842587CQ8	SOUTHERN CO		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	90,627	90,000	89,983			0		0		89,983		644	644	97	07/01/2019	2FE
843646AK6	SOUTHERN POWER CO		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	144,300	144,000	141,833			266		266		142,099		2,200	2,200	1,164	06/01/2018	2FE
883556BL5	THERMO FISHER SCIENTIFIC INC		06/15/2016	DONALDSON LUFKIN & JENRETTE	X X X	138,407	137,000	136,996	136,996		1		1		136,997		1,410	1,410	1,522	12/14/2018	2FE
90131HAN5	NEWS AMERICA INC		06/10/2016	DONALDSON LUFKIN & JENRETTE	X X X	354,182	312,000	358,240	354,746		(5,923)		(5,923)		348,823		5,360	5,360	16,983	03/01/2019	2FE
90351DAD9	UBS GROUP FUNDING (JERSEY) LTD	R	06/10/2016	Morgan Stanley	X X X	293,779	290,000	289,783			8		8		289,791		3,988	3,988	1,692	04/15/2021	2FE
907818DW5	UNION PACIFIC CORP		06/10/2016	Montgomery	X X X	102,314	100,000	101,255	100,810		(115)		(115)		100,695		1,619	1,619	1,875	02/15/2019	1FE
92276MBA2	VENTAS REALTY LP		06/10/2016	Wachovia Bank	X X X	270,815	270,000	271,825	271,304		(287)		(287)		271,018		(202)	(202)	4,500	02/15/2018	2FE
92343VBQ6	VERIZON COMMUNICATIONS INC		06/10/2016	Montgomery	X X X	408,136	370,000	402,318	397,562		(2,504)		(2,504)		395,058		13,078	13,078	12,488	09/15/2020	2FE

SCHEDULE D - PART 4
Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description		Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
92553PAH5 .	VIACOM INC (NEW) . . . . .	...	06/15/2016	DONALDSON LUFKIN &																	
92978MAE6 .	CMBS - WBCMT 06C28 A4 . . . . .	...	06/21/2016	JENRETTE . . . . .	... X X X ...	... 205,933	... 205,000	... 210,762	... 207,710	...	... (1,293)	...	... (1,293)	...	... 206,417	...	... (484)	... (484)	... 2,577	12/15/2016	2FE
98956PAE2 .	ZIMMER HOLDINGS INC . . . . .	...	06/10/2016	VARIOUS . . . . .	... X X X ...	... 198,175	... 198,013	... 215,721	... 205,687	...	... (4,622)	...	... (4,622)	...	... 201,065	...	... (2,890)	... (2,890)	... 6,014	10/15/2048	1FM
				Montgomery . . . . .	... X X X ...	... 80,549	... 80,000	... 79,946	... 79,960	...	... 8	...	... 8	...	... 79,968	...	... 581	... 581	... 1,129	04/01/2018	2FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) . . . . .					... X X X ...	... 25,864,849	... 25,115,690	... 26,227,866	... 21,851,450	...	... (172,142)	...	... (172,142)	...	... 25,740,175	...	... 124,674	... 124,674	... 537,837	.. X X X .	.. X X X .
8399997 Subtotal - Bonds - Part 4 . . . . .					... X X X ...	... 43,571,830	... 42,457,937	... 43,804,499	... 31,207,677	...	... (188,033)	...	... (188,033)	...	... 43,282,134	...	... 289,696	... 289,696	... 689,804	.. X X X .	.. X X X .
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly) . . . . .					... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ..	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X .	... X X X .
8399999 Subtotal - Bonds . . . . .					... X X X ...	... 43,571,830	... 42,457,937	... 43,804,499	... 31,207,677	...	... (188,033)	...	... (188,033)	...	... 43,282,134	...	... 289,696	... 289,696	... 689,804	.. X X X .	.. X X X .
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) . . . . .					... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ..	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X .	... X X X .
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly) . . . . .					... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ..	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X .	... X X X .
9899999 Subtotal - Preferred and Common Stocks . . . . .					... X X X ...	...	... X X X ...	...	...	...	...	...	...	...	...	...	...	...	...	.. X X X .	.. X X X .
9999999 Total - Bonds, Preferred and Common Stocks . . . . .					... X X X ...	... 43,571,830	... X X X ...	... 43,804,499	... 31,207,677	...	... (188,033)	...	... (188,033)	...	... 43,282,134	...	... 289,696	... 289,696	... 689,804	.. X X X .	.. X X X .

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D Section 1 NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity NONE

E10 Schedule DL - Part 1 - Securities Lending Collateral Assets NONE

E11 Schedule DL - Part 2 - Securities Lending Collateral Assets NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	
Depository			Code	Rate of Interest			First Month	Second Month	Third Month	*
open depositories										
Comerica Bank	Detroit, MI			0.300	2,550	1,096	13,562,801	4,973,769	5,756,802	X X X
Comerica Bank	Detroit, MI						(2,752)	743	(2,319)	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories ..			X X X	X X X ..						X X X
0199999 Totals - Open Depositories			X X X	X X X ..	2,550	1,096	13,560,049	4,974,512	5,754,483	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories										
			X X X	X X X ..						X X X
0299999 Totals - Suspended Depositories			X X X	X X X ..						X X X
0399999 Total Cash On Deposit			X X X	X X X ..	2,550	1,096	13,560,049	4,974,512	5,754,483	X X X
0499999 Cash in Company's Office			X X X	X X X ..	X X X	X X X ..				X X X
0599999 Total Cash			X X X	X X X ..	2,550	1,096	13,560,049	4,974,512	5,754,483	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
<div>NONE</div>							
8699999 Total - Cash Equivalents

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